## Press Release

### Raj Chem Plast

April 08, 2020

**Rating Update**

| | |
|---|---|
| **Total Bank Facilities Rated#** | Rs.35.00 Cr.# |
| **Long Term Rating** | ACUITE D<br>Issuer not co-operating* |
| **Short Term Rating** | ACUITE D<br>Issuer not co-operating* |

*#Refer Annexure for details*
**The issuer did not co-operate; based on best available information.*

**Rating Rationale**

Acuité has reviewed is long term rating of **'ACUITE D' (read as ACUITE D)** and short term rating of **'ACUITE D' (read as ACUITE D)** on the Rs.35.00 crore bank facilities of Raj Chem Plast (RCP). This rating is now an indicative rating and is based on best available information.

Raj Chem Plast (RCP) is the proprietorship firm established in 1990 by Mr. Raj Kumar Agarwal which is an authorized Del Credere Agent (DCA) for GAIL India Limited for polymers in Tamil Nadu and Pondicherry. Mr. Raj Kumar Agarwal, proprietor having more than two decades of experience in the plastic, chemicals and steel trading business by associating with other group companies.

**Non-cooperation by the issuer/borrower:** Acuité has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit such information before due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

**Applicable Criteria**
- Default Recognition - https://www.acuite.in/view-rating-criteria-52.htm
- Trading Entities - https://www.acuite.in/view-rating-criteria-6.htm
- Financial Ratios And Adjustments - https://www.acuite.in/view-rating-criteria-53.htm

**Limitation regarding information availability:**
The rating is based on information available from sources other than the issuer/borrower (in the absence of information provided by the issuer/borrower). Acuité endeavored to gather information about the entity / industry from the public domain. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

**About the Rated Entity - Key Financials**
The rated entity has not shared the latest financial statements despite repeated requests.

**Status of non-cooperation with previous CRA (if applicable)**
None

**Any other information**
Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

## Rating History (Upto last three years)

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Cr) | Ratings/Outlook |
|---|---|---|---|---|
| 25-Jan-2019 | Secured Overdraft | Long Term | 20.00 | ACUITE D (Downgraded) |
| | Bill Discounting | Long Term | 5.00 | ACUITE D (Downgraded) |
| | Bank Guarantee | Short Term | 10.00 | ACUITE D (Downgraded) |
| 27-Nov-2017 | Secured Overdraft | Long Term | 20.00 | ACUITE BB / Stable (Reaffirmed) |
| | Bill Discounting | Long Term | 5.00 | ACUITE BB / Stable (Reaffirmed) |
| | Bank Guarantee | Short Term | 10.00 | ACUITE A4+ (Reaffirmed) |
| 19-Sep-2016 | Secured Overdraft | Long Term | 20.00 | ACUITE BB / Stable (Reaffirmed) |
| | Bill Discounting | Long Term | 5.00 | ACUITE BB / Stable (Reaffirmed) |
| | Bank Guarantee | Short Term | 10.00 | ACUITE A4+ (Reaffirmed) |
| 16-Jul-2015 | Secured Overdraft | Long Term | 20.00 | ACUITE BB / Stable (Assigned) |
| | Bill Discounting | Long Term | 5.00 | ACUITE BB / Stable (Assigned) |
| | Bank Guarantee | Short Term | 10.00 | ACUITE A4+ (Assigned) |

## #Annexure – Details of instruments rated

| Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Crore) | Ratings/Outlook |
|---|---|---|---|---|---|
| Overdraft | Not Available | Not Applicable | Not Available | 20.00 | ACUITE D Issuer not co-operating |
| Bill Discounting | Not Available | Not Applicable | Not Available | 5.00 | ACUITE D Issuer not co-operating |
| Bank Guarantee | Not Available | Not Applicable | Not Available | 10.00 | ACUITE D Issuer not co-operating |

## Contacts

| Analytical | Rating Desk |
| --- | --- |
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**About Acuité Ratings & Research:**
Acuité Ratings & Research Limited *(Erstwhile SMERA Ratings Limited)* is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 6,000 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.